

City of Corunna
Regular Council Meeting
Monday, December 6, 2004

Present: Corey, Mehigh, Runyan, Sanderson, Spring, Wagner.

Absent: Johnson (excused).

Guests: Joe Sawyer, City Manager; Chief Mark Hetfield, Police Department; Tim Crawford, Superintendent of Public Works; Janet Washburn, Parks and Recreation Director; Judy Horton; Tina & Jack Johnson; Bill Striggow; Diane & Keith Johnson; Gary Schooley; Sgt. Kevin Clark, Police Department; Sharon Morehouse; Cheryl Warren, The Argus Press; Nichole Cowdrey, Treasurer; Steve Kirinovic, Abraham & Gaffney; and other concerned citizens.

The meeting was called to order in the City Council Chambers by Mayor Corey at 7:00 p.m.

MINUTES OF THE PREVIOUS REGULAR MEETING: Runyan moved, Sanderson seconded to accept the previous regular meeting minutes dated November 15, 2004 as presented.

Roll call vote:

Yes: Wagner, Sanderson, Runyan; Spring; Mehigh.

No: None.

Motion CARRIED

AGENDA APPROVAL: Johnson moved, Runyan seconded to approve the agenda as presented with the addition Item No. 19) Consider Amendment to Waste Water Treatment Plant Agreement, Item No. 20) Consider 2005 Meeting Schedule and Item No. 21) Consider Meeting Excusals for Councilperson Runyan for December 20, 2004, January 4, 2005 and January 18, 2005, switching Item No. 15) Consider Re-Zoning Request for 210 E. McNeil Street From C-2 to R-O to Item No. 16, and switching Item No. 16) Consider Updates to the Corunna Master Land Use Plan to Item No. 15.

Roll call vote: Yes: Spring, Runyan, Mehigh, Wagner, Johnson, Sanderson. No: None.

Motion CARRIED

APPROVAL OF VENDOR DISBURSEMENTS: Wagner moved, Johnson seconded to approve the vendor disbursements dated November 19, 2004 and December 3, 2004 as presented.

Roll call vote: Yes: Runyan, Wagner, Spring, Sanderson, Mehigh, Johnson. No: None.

Motion CARRIED

CALL TO AUDIENCE: Keith Johnson thanked the council for doing what they are doing. He advised he might not always agree with what the council is doing but he does not want it construed that he did not like them. He knows how much time it takes and there is at least one person who is doing this for the money and that person is Larry Runyan, but he really does appreciate the council for being here because it is not an easy job at all. Mr. Johnson

further advised he wanted to give kudos to whoever put the parade together Friday night. Considering the time of the year and the weather, the parade was one of finest parades he has seen in a long time. He also advised there was an old fellow at the courthouse that stated there has not been that many people at the courthouse since they hung the guy behind the jail and he agreed.

2003/2004 AUDIT PRESENTATION: Steve Kirinovic from Abraham and Gaffney reviewed the city's audit with the city council and advised the audit went quite smooth this year. He explained the audit was more in depth this year due to the GASB 34 accounting standards. The city received an unqualified and clean opinion, which is the best possible opinion the city can get. He further explained there were four funds that ended the year in a deficit so the city will have to prepare a deficit reduction plan for the State of Michigan. The Cemetery Fund was one of the funds that ended in a deficit. The fund took in \$11,000 in revenues but spent \$43,000 so \$27,500 was transferred in from the General Fund but the fund was still short \$5,023. Mr. Sawyer advised there has been some double billing on administrative charges and he has asked Nichole Cowdrey to calculate the numbers for him, which should take care of the deficit. Councilperson Runyan advised the cemetery has a perpetual care fund and according to the city charter, the city can use a certain percent of it, which has never been done. Mr. Sawyer advised he has tried to leave that fund alone because it is well under where it should be. Perpetual care funds are normally set up so the interest pays for the maintenance but the city is paying \$40,000 per year to maintain it and the fund is only bringing in \$1,000 in interest. Johnson moved, Wagner seconded to accept the audit report from Abraham and Gaffney.

Roll call vote:

Yes: Sanderson, Mehig, Johnson, Spring, Wagner, Runyan.

No: None.

Motion CARRIED

CONSIDER BOND RESOLUTION NO. 120604-01: Wagner moved, Johnson seconded to approve the following resolution, Resolution No. 120604-01, Resolution to authorize issuance of Capitol Improvement Bonds, Series 2005:

**CITY OF CORUNNA
(Shiawassee County, Michigan)**

**Resolution No. 120604-01
RESOLUTION TO AUTHORIZE ISSUANCE OF
CAPITAL IMPROVEMENT BONDS, SERIES 2005**

WHEREAS, pursuant to Act 34 of the Public Acts of Michigan of 2001, as amended, ("Act 34") the City of Corunna (the "City") has the authority to issue bonds to pay the costs of any capital improvement items; and

WHEREAS, the City desires to make certain capital improvements, including repairs required under an Administrative Consent Order and identified in the City's Sanitary Sewer Evaluation Survey, including, but not limited to the identification of inflow

and infiltration, main line sewer lining, manhole rehabilitation, and elicit connection removal and work necessary and incidental to these improvements (the "Improvements"); and

WHEREAS, the Improvements will enable the City to provide more efficient and better quality public services to City residents; and

WHEREAS, the cost of making the Improvements is estimated to be One Million Two Hundred Eighty-Five Thousand Dollars (\$1,285,000.00); and

WHEREAS, a portion of the Improvements is being funded by a grant from the State of Michigan in the amount of \$600,000, which requires the City to fund the balance of the project; and

WHEREAS, the City Council deems it in the best interest of the City to borrow the amount that is needed to fund the local match, and therefore, determines to borrow the sum of not-to-exceed \$685,000 and to issue its Capital Improvement Bonds, Series 2005 therefor pursuant to the provisions of Act 34.

NOW, THEREFORE, BE IT HEREBY RESOLVED AS FOLLOWS:

1. NECESSITY. It is necessary for the public health, safety and welfare of the City to make the Improvements and issue bonds of the City, pursuant to Act 34 to finance construction of the Improvements.
2. ESTIMATED COST - PERIOD OF USEFULNESS. The total cost of the Improvements, including the payment of engineer's fees, legal and financial expenses and other expenses incident to the financing of the Improvements, including the portion of the project to be funded with grants, is estimated to be One Million Two Hundred Eighty-Five Thousand Dollars (\$1,285,000), and is hereby approved and confirmed, and the estimated period of usefulness of the Improvements is determined to be in excess of ten (10) years.
3. ISSUANCE OF BONDS. To defray a portion of the cost of the Improvements, including legal, engineering, financial and other expenses, the City shall issue its bonds known as Capital Improvement Bonds, Series 2005 (the "Bonds") in the aggregate principal sum of not-to-exceed Six Hundred Eighty-Five Thousand Dollars (\$685,000), as finally determined by the Authorized Officer at the time of sale. The balance of the cost of the Improvements, if any, shall be paid by grants or funds appropriated by the City.
4. BOND TERMS. The Bonds shall be issued in fully registered form as to both principal and interest, in the denomination of \$5,000 each, or any whole multiple thereof, provided that no Bond may include principal

maturing in more than one year. The Bonds shall be numbered consecutively in the order of their registration, shall be dated February 1, 2005 or such other date determined by the Authorized Officer, and shall be payable serially on November 1 as determined by the Authorized Officer at the time of sale, provided the final maturity shall be no later than 2015. The Bonds shall bear interest at a rate or rates not exceeding seven percent (7%) per annum as determined by the Authorized Officer, payable semi-annually on the first (1st) day of May and November of each year, commencing May 1, 2005.

5. PAYMENT OF PRINCIPAL AND INTEREST. Both principal of and interest on the Bonds shall be payable in lawful money of the United States of America to the person appearing on the Bond registration books as the registered owner thereof. Payment of principal on the Bonds shall be made at the principal office of the Paying Agent, upon surrender of the Bonds. Payment of interest on the Bonds shall be paid to the registered owner at the address as it appears on the registration books.
6. PLEDGE OF FULL FAITH AND CREDIT, GENERAL OBLIGATION. The City hereby pledges its limited tax, full faith and credit, general obligation for the prompt payment of the principal of and interest on the Bonds as and when due. In the event there are insufficient moneys for the payment of principal of and interest on the Bonds, the City shall levy a tax on all taxable property in the City for the prompt payment of principal and interest on the Bonds, which tax shall be limited as to rate and amount by applicable charter, constitutional and statutory limitations on the taxing power of the City. The pledge by the City shall be a first lien on the budget of the City in the event of insufficient moneys.
7. PRIOR REDEMPTION. The Bonds shall not be subject to optional redemption prior to maturity.
8. PAYING AGENT AND REGISTRATION.
 3. Appointment of Paying Agent. From time to time the City shall designate and appoint a Paying Agent, which may also act as transfer agent and bond registrar. The initial Paying Agent shall be designated by the Authorized Officer. In the event of a change in the Paying Agent, notice shall be given in writing, by certified mail, to each Registered Owner not less than sixty (60) days prior to the next interest payment date. The Paying Agent shall keep the official books for the recordation of the Registered Owners of the Bonds.
 4. Book Entry Eligible: At the option of the initial purchaser of the Bonds, the Bonds will be issued in book-entry only form as one fully registered bond per maturity and will be registered in the name of Cede

& Co., as bondholder and nominee for The Depository Trust Company (“DTC”), New York, New York; if this option is selected, DTC will act as securities depository for the Bonds, purchase of the Bonds will be made in book-entry only form, in the denomination of \$5,000 or any integral multiple thereof, and purchasers will not receive certificates representing their interest in Bonds purchased.

(c) Discontinuance of Book-Entry-Only. In the event the book-entry-only system is not selected or is discontinued, the following provisions would apply to the Bonds. Bonds may be transferred only by submitting the same to the Paying Agent, together with a satisfactory instrument of transfer signed by the Registered Owner or his legal representative duly authorized in writing, after which a new Bond or Bonds shall be issued by the Paying Agent to the transferee (new registered owner) in denominations of \$5,000 or any integral multiple thereof, in the same aggregate principal amount as the Bond submitted for transfer. No transfer of Bonds shall be valid unless and until recorded on the bond registration books in accordance with the foregoing. The person in whose name any bond is registered may for all purposes, notwithstanding any notice to the contrary, be deemed and treated by the City and the Paying Agent as the absolute owner thereof, and any payment of principal and interest on any Bond to the Registered Owner thereof shall constitute a valid discharge of the City’s liability upon such Bond to the extent of such payment. No Bond shall be transferred less than fifteen (15) days prior to an interest payment date nor after the Bond has been called for redemption. So long as the Bonds are registered to DTC or another bond depository, the Paying Agent, acting as bond registrar, shall have no responsibility with respect to such transfers.

9. BOND FORM. The Bonds shall be substantially in the form attached hereto as Exhibit A, and incorporated herein, with such changes as are recommended by the City’s Bond Counsel and approved by the officers of the City signing the Bonds.
10. EXECUTION OF BONDS. The Mayor or Mayor Pro Tem, and the Clerk or Deputy Clerk of the City, are hereby authorized and directed to sign the Bonds, either manually or by facsimile signature, on behalf of the City. Upon execution, the Bonds shall be delivered to the purchaser thereof upon receipt of the purchase price in accordance with the accepted bid therefor, plus the accrued interest, if any, to the date of delivery.
11. BOND PAYMENT FUND. For payment of principal of and interest on the Bonds, there shall be established and maintained a fund for the Bonds designated the “CAPITAL IMPROVEMENT BONDS, SERIES 2005, BOND PAYMENT FUND” (the “Bond Payment Fund”). The accrued

interest, premium, if any, and capitalized interest, if any, received at the time of delivery of the Bonds shall be placed into the Bond Payment Fund. The City shall budget annually a sufficient amount to pay the annual principal of and interest on the Bonds and deposit such amount in the Bond Payment Fund as needed to make payments of principal and interest as they become due. The obligation of the City to pay the principal of and interest on the Bonds will be a first budget obligation. Moneys in the Bond Payment Fund shall be expended solely for payment of principal and interest on the Bonds which first come due. Any monies remaining in the Bond Payment Fund after the annual payments of principal of and interest on the Bonds shall be transferred to the General Fund and shall no longer be pledged hereunder.

12. CONSTRUCTION FUND. Prior to delivery and sale of the Bonds, there shall be established a fund designated the "CAPITAL IMPROVEMENT BONDS, SERIES 2005 CONSTRUCTION FUND" (the "Construction Fund"). After deducting the sums which are required to be deposited in the Bond Payment Fund, the balance of the proceeds of the Bonds shall be deposited into the Construction Fund. The moneys on deposit in the Construction Fund from time to time shall be used solely for the purpose for which the Bonds were issued. Any unexpended balance shall be used for such purposes as allowed by law. Any monies remaining in the Construction Fund after payment of all such costs shall be transferred to the Bond Payment Fund. After completion of the Improvements and disposition of any remaining bond proceeds, pursuant to the provisions of this Section, the Construction Fund shall be closed.
13. INVESTMENT OF FUNDS. Moneys in the funds and accounts established herein may be invested by the City as allowed by law, subject to the provisions of the Act and subject to the limitations imposed by arbitrage regulations and Section 148 of the Internal Revenue Code of 1986, as amended, and the applicable regulations thereunder (collectively the "Code"). In the event such investments are made, the securities representing the same shall be kept on deposit with the depository or depositories of the fund or funds from which such investments are made, and such securities and the income therefrom shall become a part of such funds.
14. DEPOSITORY AND FUNDS ON HAND. Monies in the several funds and accounts maintained pursuant to this Bond Resolution may be kept in one or more accounts at financial institutions designated by resolution of the City, and if kept in one account, the monies shall be allocated on the books and records of the City in the manner and at the times provided in this Bond Resolution.

15. COVENANTS. The City covenants and agrees with the successive holders of the Bonds that so long as any of the Bonds remain outstanding and unpaid as to either principal or interest:
- (a) That it will cause the principal of and interest on the Bonds to be paid promptly when due, but solely from the funds pledged by this resolution.
 - (b) That it will make no use of the proceeds of the Bonds, or any other funds which may be deemed to be proceeds of the Bonds pursuant to Section 103(c) of the Code which, if the use had been reasonably expected on the date of issuance of the Bonds, would have caused the Bonds to be “arbitrage bonds” within the meaning of that Section, and will comply with all requirements of the Code throughout the term of the Bonds.
16. ADDITIONAL BONDS. In accordance with the provisions of Act 34, the City reserves the right to issue additional bonds, which shall be of equal standing and priority with the Bonds.
17. MICHIGAN TAXATION. The Bonds provided for herein are authorized by the Constitution and Statutes of the state of Michigan, and in particular by Act 34, and are exempt from any and all taxation whatsoever by the State of Michigan or by any taxing authority within the state, except inheritance, estate and gift taxes, and except taxes on gains realized from the sale, payment or other disposition thereof.
18. CONTRACT WITH BONDHOLDERS. The provisions of this Resolution shall constitute a contract between the City and the holder or holders of the Bonds from time to time, and after the issuance of any of such Bonds, no change, variation or alteration of the provisions of this Resolution may be made which would lessen the security for the Bonds. The provisions of this Resolution shall be enforceable by appropriate proceedings taken by such holder or holders, either at law or in equity.
19. SALE OF BONDS. The Bonds shall be sold at public sale. The Authorized Officer shall set the date and time for sale of the Bonds, which date shall be at least seven (7) days after the publication of the official notice of the sale. The City Clerk shall cause notice of the sale of the Bonds to be published in *The Bond Buyer*, which notice shall be in substantially the form attached hereto as Exhibit B, with such changes as are approved by the Authorized Officer.

The Bonds shall not be sold at a price which would make the interest cost on the money borrowed, after deducting any premium or adding any

discount, exceed seven percent (7%) per annum or sold at a price less than 98% of their par value.

20. AUTHORIZED OFFICER. Notwithstanding any other provision of this Resolution, the City Manager (the “Authorized Officer”) is authorized within the limitations of this Resolution to determine the title of the Bonds, maximum interest rate, amount of discount, amount of maturities, principal amount (not-to-exceed the principal amount stated in this Resolution), amount of good faith deposit, denominations, dates of issuance, dates of maturities (with the final maturity no later than 2015), interest payment dates, optional and mandatory redemption rights, and term bond options prior to the publication of a Notice of Sale and evidenced by the Notice of Sale.

The Authorized Officer is hereby authorized for and on behalf of the City, without further City Council approval, to execute a bond purchase agreement for the Bonds or award and reject bids for the Bonds, and to do all acts and take all necessary steps required to effectuate the sale, issuance and delivery of the Bonds.

Approval by the City of the matters delegated in this section or any other sections may be evidenced by execution or approval of such documents by the Authorized Officer. The Authorized Officer, together with the Mayor, Clerk and Treasurer or any one or more of them, are authorized to execute any documents or certificates necessary to complete the transaction, including, but not limited to, any applications including applications to the Michigan Department of Treasury, any certificates, receipts, orders, agreements, instruments, and any certificates relating to federal or state securities laws, rules or regulations.

21. INTERNAL REVENUE CODE. The City has consulted with its attorney and understands that the Code contains certain requirements on (i) the expenditure of proceeds from the sale of the Bonds, (ii) the investment of the proceeds from the issuance of the Bonds and (iii) the rebate of interest earned on the investment of the proceeds of the Bonds under certain circumstances. The City hereby covenants to comply with such requirements.
22. QUALIFIED TAX-EXEMPT OBLIGATION. The City reasonably anticipates that the amount of qualified tax-exempt obligations which will be issued by the City and all subordinate entities during the calendar year 2005 shall not exceed \$10,000,000. The City hereby designates the Capital Improvement Bonds, Series 2005, in the principal amounts determined by the Authorized Officer, as qualified tax-exempt obligations for purposes of

Section 265(b)(3)(B) of the Code. The City hereby certifies that the Bonds are not private activity bonds as defined in Section 141 of the Code.

23. DEFEASANCE. In the event cash or direct obligations of the United States or obligations the principal of and interest on which are guaranteed by the United States, or a combination thereof, the principal of and interest on which, without reinvestment, come due at times and in amounts sufficient to pay at maturity or irrevocable call for earlier optional or mandatory redemption, the principal of, premium, if any, and interest on the bonds, shall be deposited in trust, this Resolution shall be defeased and the owners of the bonds shall have no further rights under this Resolution except to receive payment of the principal of, premium, if any, and interest on the bonds from the cash or securities deposited in trust and the interest and gains thereon and to transfer and exchange bonds as provided herein.
24. CONTINUING DISCLOSURE. Because of the size of the bond issue, the City will not enter into a continuing disclosure undertaking.
25. OFFICIAL STATEMENT. Because of the size of the bond issue, the City will not prepare an Official Statement relating to the Bonds.
26. BOND RESOLUTION SUBJECT TO MICHIGAN LAW. The provisions of this Bond Resolution are subject to the laws of the State of Michigan.
27. SECTION HEADINGS. The section headings in this Bond Resolution are furnished for convenience of reference only and shall not be considered to be a part of this Bond Resolution.
28. SEVERABILITY. If any section, paragraph, clause or provision of this Resolution shall be held invalid, the invalidity of such section, paragraph, clause or provision shall not affect any of the other provisions of this Resolution.
29. CONFLICT. Except as provided above, all resolutions or parts thereof, insofar as the same may be in conflict herewith, are hereby repealed; provided, that the foregoing shall not operate to repeal any provision thereof, the repeal of which would impair the obligation on the Bonds.
30. EFFECTIVE DATE OF RESOLUTION. This Bond Resolution is determined by the City Council to be immediately necessary for the preservation of the peace, health and safety of the City and shall be in full force and effect from and after its passage.

EXHIBIT A

No. ____

UNITED STATES OF AMERICA
STATE OF MICHIGAN
COUNTY OF SHIAWASSEE
CITY OF CORUNNA

CAPITAL IMPROVEMENT BONDS, SERIES 2005

Interest <u>Rate</u>	Date of <u>Maturity</u>	Date of <u>Original Issue</u>	CUSIP <u>No.</u>
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1, _____

Registered Owner: _____

Principal Amount: _____ Dollars (\$ _____)

The City of Corunna, Shiawassee County, Michigan (the "City"), acknowledges itself indebted and, for value received, hereby promises to pay to the Registered Owner specified above, or registered assigns, the Principal Amount specified above, in lawful money of the United States of America, on the Date of Maturity specified above, with interest thereon from the Date of Original Issue specified above or such later date to which interest has been paid, until paid, at the Interest Rate per annum specified above, first payable on May 1, 2005 and semi-annually thereafter on the first day of May and November of each year.

This Bond is one of a total authorized issue of bonds of even date and like tenor except as to date of maturity and rate of interest, numbered in order of registration, aggregating the principal sum of \$_____, issued in accordance with the provisions of 34 of the Public Acts of Michigan of 2001, as amended ("Act 34") and a resolution adopted by the City Council on December 6, 2004, for the purpose of paying a portion of the cost of making certain capital improvements, including repairs required under an Administrative Consent Order and identified in the City's Sanitary Sewer Evaluation Survey, including, but not limited to the identification of inflow and infiltration, main line sewer lining, manhole rehabilitation, and elicit connection removal.

The City has pledged the limited tax, full faith, credit and resources of the City for the prompt payment of the principal of and interest on the Bonds, in which event the City may levy a tax on all taxable property in the City for the payment of principal and interest on the Bonds, which tax shall be limited as to rate and amount by applicable charter, constitutional and statutory limitations on the taxing power of the City. The City reserves the right to issue additional bonds in accordance with the provisions of Act 34 which shall be of equal standing and priority with the Bonds.

Principal of this Bond is payable at the principal office of _____ in _____, Michigan, or such other Paying Agent as the City may

hereafter designate (the "Paying Agent") by notice mailed to the Registered Owner not less than sixty (60) days prior to the next interest payment date. Interest on this Bond is payable to the Registered Owner of record as of the fifteenth (15th) day of the month preceding the payment date as shown on the registration books of the City maintained by the Paying Agent, by check or draft mailed to the Registered Owner at the registered address.

This Bond shall not be subject to redemption prior to maturity.

This Bond shall be registered in the name of the Registered Owner on the registration books kept by the Paying Agent and such registration noted hereon, and thereafter no transfer shall be valid unless made upon the registration books and likewise noted hereon. This Bond is exchangeable at the request of the Registered Owner hereof, in person or by his attorney duly authorized in writing, at the office of the Paying Agent, but only in the manner, subject to the limitations and at his sole expense, for other bonds of an equal aggregate amount, upon surrender of this Bond to the Paying Agent. Upon such transfer, a new registered bond or bonds of the same series and the same maturity of authorized denomination will be issued to the transferee in exchange therefore.

The City has designated the Bonds of this series as "qualified tax exempt obligations" for purposes of Section 265(b)(3)(B) of the Internal Revenue Code of 1986, as amended.

It is hereby certified and recited that all acts, conditions and things required by law, precedent to and in the issuance of this Bond, exist and have been done and performed in regular and due time and form as required by law and that the total indebtedness of the City including this Bond, does not exceed any charter, constitutional or statutory limitation.

IN WITNESS WHEREOF, the City of Corunna, Shiawassee County, Michigan, by its City Council, has caused this Bond to be signed, by the manual or facsimile signatures of its Mayor and City Clerk, all as of the 1st day of February, 2005.

CERTIFICATE OF REGISTRATION AND AUTHENTICATION

This Bond is one of the City of Corunna \$_____ Capital Improvement Bonds, Series 2005 and has been registered in the name of the Registered Owner designated on the face thereof in the bond register maintained for the City.

As Paying Agent/Bond Registrar/Transfer Agent

Authentication

Date: _____

WRONGFUL USE OF CERTIFICATE

Unless this certificate is presented by an authorized representative of The Depository Trust Company, a New York corporation ("DTC"), to Issuer or its agent for registration of transfer, exchange, or payment, and any certificate issued is registered in the name of Cede & Co. or in such other name as is requested by an authorized representative of DTC (and any payment is made to Cede & Co. or to such other entity as is requested by an authorized representative of DTC), ANY TRANSFER, PLEDGE, OR OTHER USE HEREOF FOR VALUE OR OTHERWISE BY OR TO ANY PERSON IS WRONGFUL inasmuch as the registered owner hereof, Cede & Co., has an interest herein.

EXHIBIT B

OFFICIAL NOTICE OF SALE

\$685,000

CITY OF CORUNNA

County of Shiawassee, State of Michigan

CAPITAL IMPROVEMENT BONDS, SERIES 2005

SEALED BIDS. Sealed bids for the purchase of the above Bonds will be received by the undersigned at the City Hall located at 402 N. Shiawassee Street, Corunna, Michigan 48817-1036, on _____, 2005, until _____ .m., Eastern Standard time, at which time and place the bids will be publicly opened and read. Sealed bids will also be received on the same date and until the same time by an agent of the undersigned at the Municipal Advisory Council of Michigan (the "MAC"), 1445 First National Building, Detroit, Michigan 48226, where they will be opened and read.

FAXED BIDS. Members of the MAC may submit signed bids by fax to the MAC at (313) 963-0943, and other bidders may submit bids by fax to the City at fax number (989) 743-4417, Attention: City Manager; **provided that** faxed bids must arrive before the time of sale and the bidder bears all risks of transmission failure, and the **GOOD FAITH DEPOSIT MUST BE MADE AND RECEIVED** as described in the section captioned "GOOD FAITH" below.

ELECTRONIC BIDS. Electronic bids will also be received on the same date and until the same time by Bidcomp/Parity as agent of the undersigned. For further information about Bidcomp/Parity, including any fee charged, bidders may contact Bidcomp/Parity, at (212) 849-5021. If any provision of the Official Notice of Sale shall conflict with information provided by Bidcomp/Parity as the approved provider of electronic bidding services, this Official Notice of Sale shall control. **NO ELECTRONIC BID WILL BE ACCEPTED UNLESS THE GOOD FAITH DEPOSIT IS MADE AND RECEIVED AS DESCRIBED IN THE SECTION CAPTIONED "GOOD FAITH" BELOW.**

BOND DETAILS. The Bonds will be fully registered Bonds of the denomination of \$5,000 each or any whole multiple thereof within any maturity, dated as of February 1, 2005, numbered in order of their registration, and will bear interest from their date payable on May 1, 2005, and semi-annually thereafter on the first day of May and November of each year.

The Bonds will mature on the first day of November in each year as follows:

<u>YEAR</u>	<u>AMOUNT</u>	<u>YEAR</u>	<u>AMOUNT</u>
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PRIOR REDEMPTION. The Bonds shall not be subject to redemption prior to maturity.

INTEREST RATE AND BIDDING DETAILS. The Bonds shall bear interest at a rate or rates not exceeding 7% per annum, to be fixed by the bids therefor, expressed in multiples of 1/8 or 1/20 of 1%, or both. Interest shall be computed using a 360 day year consisting of twelve 30 day months. The interest on any one Bond shall be at one rate only. All Bonds maturing in any one year must carry the same interest rate. The difference between the highest and lowest interest rate on the Bonds shall not exceed three percentage points. No proposal for the purchase of less than all of the Bonds or at a price less than 98% of their par value will be considered. THE INTEREST RATE BORNE BY BONDS MATURING AFTER November 1, 2005 MUST BE EQUAL TO OR GREATER THAN THE INTEREST RATE BORNE BY BONDS MATURING IN THE RESPECTIVE PRECEDING YEAR.

BOOK ENTRY ELIGIBLE. At the option of the initial purchaser of the Bonds, the Bonds will be issued in book-entry-only form as one fully registered bond per maturity and will be registered in the name of Cede & Co., as Registered Owner and nominee for The Depository Trust Company, New York, New York ("DTC") under DTC's Book-Entry-Only system of registration; if this option is selected, purchasers of interests in the Bonds (the "Beneficial Owners") will not receive physical delivery of bond certificates and ownership by the Beneficial Owners of the Bonds will be evidenced by book-entry-only. As long as Cede & Co. is the Registered Owner of the Bonds as nominee of DTC, payments of principal and interest will be made directly to such Registered Owner, which will in turn remit such payments to the

DTC participants for subsequent distribution to the Beneficial Owners. It will be the responsibility of the purchaser to obtain DTC eligibility. Failure of the purchaser to obtain DTC eligibility shall not constitute cause for a failure or refusal by the purchaser to accept delivery of and pay for the Bonds.

PAYING AGENT AND REGISTRATION. Principal shall be payable at the designated office of a bank or trust company to be designated at the time of sale as Paying Agent (which shall also act as transfer agent and bond registrar) or such other Paying Agent as the City may from time to time hereafter designate by notice mailed to the Registered Owner not less than 60 days prior to the next interest payment date. Interest shall be paid when due to the Registered Owner as shown by the registration books of the City as of the 15th day of the month prior to any interest payment date. The Bonds will be transferable only upon the registration books of the City kept by the Paying Agent.

PURPOSE AND SECURITY. The Bonds are issued pursuant to Act 34 of the Public Acts of Michigan of 2001, as amended, and a resolution of the City Council of the City adopted December 6, 2004 (the "Bond Resolution") for the purpose of paying the cost of making certain capital improvements, including improvements to the City's Sanitary Sewer System. The Bonds will be a first budget obligation of the City, payable from the general funds of the City. The City has pledged its limited tax, full faith and credit, general obligation as security for payment of the principal of, premium, if any, and interest on the Bonds, and the City is obligated to levy ad valorem taxes, limited by applicable charter, statutory and constitutional limitations, in such amounts as shall be necessary to pay when due the principal of, premium, if any, and interest on the Bonds. [For the terms upon which additional bonds of equal standing may be issued, reference is made to the Bond Resolution.]The rights or remedies of bondholders may be affected by bankruptcy laws or other creditor's rights legislation now existing or hereafter enacted.

GOOD FAITH. A certified or cashier's check drawn upon an incorporated bank or trust company or a Financial Surety Bond, in the amount of \$_____, payable to the order of the Treasurer of the City is required for each bid as a guarantee of good faith on the part of the bidder, to be forfeited as liquidated damages if such bid be accepted and the bidder fails to take up and pay for the Bonds. If a check is used, it must accompany each bid. If a Financial Surety Bond is used, it must be from an insurance company licensed to issue such a bond in the state of Michigan and such bond must be submitted to the City or its financial advisor prior to the opening of the bids. The Financial Surety Bond must identify each bidder whose good faith deposit is guaranteed by such Financial Surety Bond. If the Bonds are awarded to a bidder utilizing a Financial Surety Bond, then the purchaser is required to submit its good faith deposit to the City or its financial advisor in the form of a cashier's check (or wire transfer such amount as instructed by the City or its financial advisor) not later than Noon, Eastern Standard time, on the next business day following the award. If such good faith deposit is not received by that time, the Financial Surety Bond may be drawn by the City to satisfy the good faith deposit requirement. The good faith deposit will be applied to the purchase price of the Bonds. In the event the Purchaser fails to honor its accepted bid, the good faith deposit will be retained by the City. No interest shall be allowed on the good faith check and checks of the unsuccessful bidders will be returned to each bidder's representative or by mail or other delivery service. The good faith check of the successful bidder will be cashed and payment of the balance of the purchase price of the Bonds shall be made at the closing.

AWARD OF BONDS – TRUE INTEREST COST. The Bonds will be awarded to the bidder whose bid produces the lowest true interest cost to the City. True interest cost will be computed by determining the single interest rate (compounded on May 1, 2005 and semi-annually thereafter) necessary to discount the debt service payments from the payment dates thereof to _____, in an amount equal to the price bid, excluding accrued interest.

LEGAL OPINION. Bids shall be conditioned upon the approving opinion of Law, Weathers & Richardson, P.C., Attorneys of Grand Rapids, Michigan, the original of which will be furnished without expense to the purchaser of the Bonds at the delivery thereof. The fees of

Law, Weathers & Richardson, P.C. for services rendered in connection with such approving opinion are expected to be paid from bond proceeds. Except to the extent necessary to issue its approving opinion as to the validity of the Bonds, Law, Weathers & Richardson, P.C. has made no inquiry as to any financial information, statements or material contained in any financial documents, statements or materials that have been or may be furnished in connection with the authorization, issuance or marketing of the Bonds, including specifically the Official Statement, and accordingly will not express any opinion with respect to the accuracy or completeness of any such financial information, statements or materials.

TAX-EXEMPTION. In the opinion of bond counsel, the interest on the Bonds will be exempt from taxation in the state of Michigan and from federal income tax, subject, in both cases, to certain exceptions described in the opinion of bond counsel. The Bonds will not be private activity bonds. The City has covenanted to comply with the requirements of the Internal Revenue Code of 1986, as amended (the "Code"), regarding (i) expenditure of bond proceeds, (ii) investment of bond proceeds and (iii) rebate of interest earned on investment of bond proceeds.

QUALIFIED TAX-EXEMPT OBLIGATION. The City has designated the Bonds as "qualified tax-exempt obligations" pursuant to Section 265(b)(3)(B) of the Code for purposes of deduction of interest by financial institutions.

DELIVERY OF BONDS. The City will furnish Bonds ready for execution at its expense. Bonds will be delivered without expense to the purchaser through DTC or such other place as may be agreed upon. (Payment for the Bonds shall be made in Federal Reserve Funds). The usual closing documents, including a certificate that no litigation is pending affecting the issuance of the Bonds, will be delivered at the time of the delivery of the Bonds. If the Bonds are not tendered for delivery by twelve o'clock noon, Michigan time, on the 45th day following the date of sale, or the first business day thereafter if the 45th day is not a business day, the successful bidder may on that day or any time thereafter until delivery of the Bonds, withdraw his proposal by serving notice of cancellation, in writing, on the undersigned in which event the City of Corunna shall promptly return the good faith deposit. Accrued interest to the date of delivery of the Bonds shall be paid by the purchaser at the time of delivery.

CERTIFICATION. Upon the delivery of the Bonds, the successful bidder will be required to furnish a certificate, in form acceptable to bond counsel, as to the "issue price" of the Bonds within the meaning of Section 1273 of the Code.

CUSIP. It is anticipated that CUSIP identification numbers will be printed on the Bonds, but neither the failure to print such numbers on any Bonds or any error with respect thereto shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the Bonds in accordance with the terms of the bid therefor. All expenses in relation to the printing of CUSIP numbers on the Bonds shall be paid for by the City and all other charges shall be the responsibility of the purchaser.

NO OFFICIAL STATEMENT. Due to the size of the bond issue, the City will not prepare an official statement for the Bonds.

NO CONTINUING DISCLOSURE. Due to the size of the bond issue, the City will not enter into a continuing disclosure undertaking with respect to the Bonds.

FINANCIAL CONSULTANT. Further information with respect to the Bonds may be obtained from Oppenheimer & Co. Inc., Financial Consultant to the City, by contacting the Public Finance Department, 300 River Place, Suite 4000, Detroit, Michigan 48207, Telephone (313) 259-2600.

THE RIGHT IS RESERVED TO REJECT ANY OR ALL BIDS.

ENVELOPES containing the bids should be plainly marked "Proposal for City of Corunna Capital Improvement Bonds, Series 2005."

Roll call vote:

Yes: Mehig, Spring, Runyan, Johnson, Sanderson, Wagner.

No: None.

Motion CARRIED

CONSIDER BOND RESTRICTION RESOLUTION NO. 120604-02: Johnson moved, Sanderson seconded to approve the following resolution, Resolution No. 120604-02, Resolution regarding issuance of additional limited tax, general obligation bonds:

**CITY COUNCIL
CITY OF CORUNNA
(Shiawassee County, Michigan)**

Resolution No. 120604-02

**RESOLUTION REGARDING ISSUANCE OF ADDITIONAL LIMITED TAX,
GENERAL OBLIGATION BONDS**

WHEREAS, the City of Corunna (the "City") desires to make improvements to its Sanitary Sewer System which are required under an Administrative Consent Order and identified in the City's Sanitary Sewer Evaluation Survey, including, but not limited to the identification of inflow and infiltration, main line sewer lining, manhole rehabilitation, and elicit connection removal and work necessary and incidental to these improvements (the "Improvements"); and

WHEREAS, on September 20, 2004 the City approved a Notice of Intent to Issue Bonds to the Electors of the City of Corunna, which was published on October 29, 2004, which authorized the issuance of not-to-exceed \$2,000,000 (the "Notice of Intent"); and

WHEREAS, it is the intent of the City that such borrowing authorized under the Notice of Intent be used only to fund requirements of grants that may be obtained for the

Improvements that require the City to raise funds to provide matching funds to the grants for the Improvements; and

WHEREAS, a portion of the Improvements is being funded by a grant from the State of Michigan in the amount of \$600,000, which requires the City to fund the balance of the project; and

WHEREAS, the City by Resolution 120604-01 has authorized the issuance of its Capital Improvement Bonds in the amount of not-to-exceed \$685,000 to fund the match for that grant (the "Capital Improvement Bonds"); and

WHEREAS, it is the City's intent that no further bonds other than the Capital Improvement Bonds be issued under the Notice of Intent, except as may be necessary to fund the match of any future grants obtained by the City for the Improvements.

NOW, THEREFORE, BE IT RESOLVED THAT the City Council hereby determines that upon the issuance of the Capital Improvement Bonds in the amount of not-to-exceed \$685,000, the City will not issue additional bonds pursuant to the Notice of Intent, except to the extent they are necessary to fund any matching contribution that the City is required to make under any future grants the City may obtain to fund the Improvements, and these funds will not be used to extend the City's Sanitary Sewer System.

RESOLUTION DECLARED ADOPTED.

Roll call vote:

Yes: Johnson, Sanderson, Wagner, Mehig, Runyan, Spring.

No: None.

Motion CARRIED

Mayor Corey thanked Mr. Striggow, Mr. Johnson and Mr. Schooley for taking time to come in and express their concerns.

CONSIDER RESIGNATION OF AL BAYLESS FROM THE PARKS AND RECREATION

COMMISSION: Wagner moved, Johnson seconded to accept the resignation of Al Bayless from the Parks and Recreation Commission with regret.

Roll call vote:

Yes: Wagner, Johnson, Sanderson, Runyan, Spring, Mehig.

No: None.

Motion CARRIED

CONSIDER APPOINTMENT OF JOE DECAIRE TO THE PARKS AND RECREATION

COMMISSION: Johnson moved, Sanderson seconded to appoint Joe DeCaire to the Parks and Recreation Commission to serve at the pleasure of the council for a term to begin upon the taking of the oath of office and continuing indefinitely.

Roll call vote:

Yes: Spring, Runyan, Mehig, Wagner, Johnson, Sanderson.

No: None.

Motion CARRIED

CONSIDER APPOINTMENT OF GREG COCHRAN II TO THE PARKS AND RECREATION

COMMISSION: Wagner moved, Johnson seconded to appoint Greg Cochran II to the Corunna Parks and Recreation Commission to serve at the pleasure of the council for a term to begin upon the taking of the oath of office and continuing indefinitely.

Roll call vote:

Yes: Runyan, Wagner, Spring, Sanderson, Mehigh, Johnson.

No: None.

Motion CARRIED

CONSIDER RE-APPOINTMENT OF ROBERT MOREHOUSE TO THE ECONOMIC

DEVELOPMENT FUND BOARD: Johnson moved, Wagner seconded to re-appoint Robert Morehouse to the Economic Development Fund Board to serve at the pleasure of the council for a term to begin upon the taking of the oath of office and continuing until December 31, 2007 or until a successor is appointed.

Roll call vote:

Yes: Sanderson, Mehigh, Johnson, Spring, Wagner, Runyan.

No: None.

Motion CARRIED

CONSIDER RESIGNATION OF DON WASHBURN, JR. FROM THE FOURTH OF JULY

COMMISSION: Mehigh moved, Sanderson seconded to accept the resignation of Don Washburn, Jr. from the Fourth of July Commission with regret.

Roll call vote:

Yes: Mehigh, Spring, Runyan, Johnson, Sanderson, Wagner.

No: None.

Motion CARRIED

SET PUBLIC HEARING TO CONSIDER RESOLUTION NO. 122004-01, AMENDMENT TO

THE R-O DISTRICT: Johnson moved, Wagner seconded to set a public hearing for December 20, 2004 at 7:15 p.m. to consider Resolution No. 122004-01, Amendment to the R-O District.

Roll call vote:

Yes: Johnson, Sanderson, Wagner, Mehigh, Runyan, Spring.

No: None.

Motion CARRIED

SET PUBLIC HEARING TO CONSIDER RESOLUTION NO. 122004-02, AMENDMENT TO

THE HUNTING ORDINANCE: Wagner moved, Johnson seconded to set a public hearing for December 20, 2004 at 7:30 p.m. to consider Resolution No. 122004-02, Amendment to the Hunting Ordinance. Councilperson Runyan stated he would like to look at a permit process but asked if someone would have to come in and get a permit every other day or if a permit would be granted for the season, which would save a lot of hassle. Mr. Sawyer advised the proposed language would be drafted for the public hearing but he was looking at structuring the language for an annual permit. Mayor Corey read the

proposed language.

Roll call vote:

Yes: Wagner, Johnson, Sanderson, Runyan, Spring, Mehigh.

No: None.

Motion CARRIED

SET PUBLIC HEARING TO CONSIDER RESOLUTION NO. 122004-03, APPROVING CDBG

SEWER GRANT: Mehigh moved, Runyan seconded to set a public hearing for December 20, 2004 at 7:45 p.m. to consider Resolution No. 122004-03, Approving CDBG Sewer Grant.

Roll call vote:

Yes: Spring, Runyan, Mehigh, Wagner, Johnson, Sanderson.

No: None.

Motion CARRIED

CONSIDER COPIER LEASE UPGRADE: Mr. Sawyer explained the city just ended the third year of a five-year lease on the city hall copy machine. The machine is starting to get a great number of errors and breakdown and maintenance issues, but the good news is the city is under a maintenance contract so the city does not have to pay for any of this. He further explained the city asked the supply company what it would take and cost to replace or upgrade the machine. The cost to replace the black and white copier would be an additional \$2.00 per month and it would be a cost savings to upgrade because the city is currently limited to 15,000 copies per month and \$0.089 per additional copy and the new lease would give the city 16,000 copies per month and \$0.084 per additional copy. Mr. Sawyer stated the city has the option of adding fax capability for an additional \$17 per month. The city is currently spending \$600 to \$900 a year on ink cartridges for the existing fax machine and the cartridges for the new copy machine would be provided as part of the lease. He further stated he asked for a quote on a color copy machine because the Tektronix color laser printer purchased four or five years ago has died so the city no longer has color laser printing capability at city hall. He also stated the cost for a color copier would be \$85 per month more but the city would have to pay \$0.099 for each color copy made because there are no copy allowances like the black and white copier has. Mr. Sawyer advised the cheapest alternative would be not to have color capability because city hall will not die if it does not have color. He further advised he was totally convinced last week that it made no sense to go to a color copy machine but this morning he did some more research to look at other alternatives. He contacted American Speedy Print to find out what it would cost to print a color page of the newsletter and was informed it would cost \$0.69 per page as compared to \$0.099 per page, which would make the color copier a good deal. Mr. Sawyer stated another alternative would be to buy another laser printer, which range from \$600 to \$4,000 but the unknown costs would be maintenance, life expectancy and toner cartridges. The city is doing two newsletters per year and \$1,500 is budgeted to do those newsletters due to the cost of the color toner cartridges and paper so there is money budgeted to purchase a color machine. He further stated in the long run, it would be cost effective to have a machine that comes with free maintenance and toner cartridges. Councilperson Runyan asked if the color toner cartridges would be free. Mr. Sawyer advised yes but the city would be charged \$0.099 for each color page made.

Councilperson Runyan stated if any of the commissions wanted to use the color copier then they would have to pay for their copies. Mr. Sawyer stated the color mechanism can be blocked out so the machine can be used for black and white copying and access to the color function can be restricted with a password. He would recommend charging a commission \$0.15 per page to help cover the \$85 additional cost per month. Mayor Corey asked if color faxes would come in color. Mr. Sawyer advised yes.

Councilperson Johnson advised she had to leave the meeting to go to work. Time was 8:30 p.m. Mayor Corey advised he wanted it noted that Councilperson Johnson was excused for the rest of the meeting.

Mayor Corey asked if the city would have the ability to put a password on any of the machines. Mr. Sawyer advised yes. Councilperson Spring asked if the newsletter was the only thing printed in color. Mr. Sawyer advised yes. Runyan moved, Mehig seconded to approve the Xerox Copy Machine Lease replacement with color and fax in the amount of \$471.00 per month. Councilperson Mehig asked if the city would strictly control the color usage. Mr. Sawyer advised yes. Councilperson Mehig stated he could see when there would be times when a color copier would be needed but control is needed. Councilperson Sanderson stated he did not feel a color copier was needed but that was his opinion. If the city gets a color printer, then what would the maintenance be if and when maintenance is needed. Mr. Sawyer advised maintenance would be covered as part of the lease so there would be no maintenance expenses for the life of the lease.

Roll call vote:

Yes: Runyan, Wagner, Spring, Sanderson, Mehig.

No: None.

Motion CARRIED

CONSIDER RECOMMENDATIONS OF SATA DISPUTE RESOLUTION COMMITTEE:

Mayor Corey stated the city asked questions a year and a half ago with the SATA organization but did not get any answers. SATA went to Owosso and asked Owosso to put a millage on the ballot, which the Owosso City Council agreed to do, but shortly thereafter, SATA went back to Owosso and asked them to hold off and SATA withdrew their request. He further stated another year or so went past and the City of Corunna still did not get the answers it had requested. In January, Don Trap from the RESD called to set up a meeting with Mr. Sawyer and himself and some of the questions were reviewed that they had and were promised that someone would get back with them but no one from Mr. Trap's office or from SATA got back to them with answers to the questions he and Mr. Sawyer had. Mayor Corey advised one of the original questions was why the city's ridership was combined with Caledonia Township because city was concerned that the city was paying for those residents but the city never received any information from SATA until the city received a letter in late June requesting payment. He sent a letter to SATA at the request of the council informing them that the city was not going to financially participate but he got a call in late July from Mr. Alpert asking if the city would sit down and talk, which occurred three days later. Mayor Corey further advised he informed Mr. Alpert that the city council was concerned with the way SATA was being funded, the agreement itself, and the fact that the city did not receive any answers to its questions. Mayor Corey also

advised Mr. Alpert provided him with the ridership information for Corunna residents so the city could determine what its ridership was. There was a meeting the next week with Mr. Alpert and Ms. Hart from the Shiawassee County Medical Care Facility and they were advised the residents of the medical care facility are not necessarily residents of Corunna because they come from everywhere in the county. Mayor Corey explained he expressed his concern that the city residents would be paying for all county residents who happen to end up temporarily at the medical care facility. Ms. Hart understood this concern and was very gracious and there was talk about asking the county for a payment for that facility. Mayor Corey further explained as a result of not getting answers to some of its questions and the projected budget of SATA's new facility for 2005, Mr. Alpert asked if he could set up a meeting with the SATA board and the city council, which was done. At the committee of the whole meeting, the council asked him to compile their questions and be the spokesman for the council at the joint meeting, which he did. Mayor Corey also explained he emailed the questions to Mr. Alpert three or four days ahead of time so he would know what questions the council had. The joint meeting was held and some of the questions were answered and some were not. Mayor Corey advised SATA is projecting a \$77,000 shortfall for 2004/2005 and they were asked what they would cut and how they would do it if they could not get the \$77,000 but the city has not got an answer to that question. SATA was asked where the increase was coming from and the answer he got was "we are not sure." He further advised he looked at their budget and saw a 40 percent increase in benefits. He asked where the increases were coming from and he was informed there was an 18 to 19 percent increase in insurance costs but SATA was not sure where the other 20 to 21 percent increase came from. He also advised SATA has been renting the small building at the airport and the utilities were \$5,000 to \$6,000 per year but \$24,000 was budgeted for utilities at the new facility. SATA's portion for that new building is only one-third so if SATA is paying \$24,000, and the RESD is paying the other two-thirds then the cost for utilities would be around \$75,000. Mayor Corey explained SATA was asked how they came up with the utility costs and if projections were used, but the city did not get an answer to that question either. He further stated the city council has done a diligent job in trying to ascertain what is going on with SATA's budget before putting the millage question out for the residents to vote on. The city council has taken some heat for this but there have been some residents who are happy that the council has done this. He further stated the city found out that it missed the August deadline to put the millage question on the ballot in November. Now, SATA is going through with a policy change to increase the city's rates from \$1.00 to \$3.00 for senior citizens, the disabled and students and up to \$6.00 for the other people who want to ride. He also stated Corunna has maintained that it is following the contract because the initial contract states that no governmental entity can be forced to contribute. SATA can ask Corunna to contribute, but if it chooses not to, then the same services will apply. Mayor Corey advised the city has a communication from its attorney in 1999, which indicated a concern he had about contributions, taxpayers and contributing from the general fund but it was his opinion that Item 13 of the agreement took care of his concern. The city council feels that SATA is needed but the funding mechanism needs to be altered. He further advised the city council feels that SATA does not have the right to treat Corunna any differently than anyone else in the contract because it was not contributing. There was a marathon session held a few weeks back and the SATA board took a vote and decided that the city had a dispute. He also advised the city

council is concerned with two areas; Section 13 states "SATA shall have the authority to apply for grants and funds necessary for the purposes for which it is created. SATA shall be the recipient of funds applied for by the Shiawassee Regional Education Service District for the fiscal year beginning October 1, 1999. No provision of this agreement shall be construed so as to require the parties to appropriate their own funds to support SATA in carrying out the purposes for which it was created." and Section 14 states "This agreement shall remain in effect until terminated by mutual agreement of the parties provided, however that the agreement shall automatically terminate and SATA be dissolved under the following circumstances: federal and/or state grants in the amount sufficient to operate the system as determined by the board are no longer available."

Mayor Corey stated based on this language, the city has given SATA a letter advising them that the city is disputing the ability to force the city to contribute. If the questions had been answered in a timely fashion, the council might have put the millage on the ballot in November. He further stated as the result of this dispute, each of the entities picked an individual to resolve the dispute, which is what the contract states has to be done. There are two issues; the SATA board feels the fare should be raised \$2.00 per person and the other jurisdictions would be paying the extra \$2.00 by making a payment or by millage, but in the City of Corunna's case and Owosso Township's case, the fares will be raised \$4.00 for the general population and \$2.00 for seniors, the disabled and students 18 and under. He also stated the increase might result in fewer rides in Corunna so SATA cannot guarantee how much money will be coming in. The SATA board feels there should be a value for this because SATA will be guaranteed a payment from the other entities. An agreement was reached that he would make a recommendation to the council to move forward with a millage request and the only other concession made was that people could call during regular business times. Mayor Corey advised the answers to the city's questions were answered at this meeting with the exception of where SATA would make cuts do get rid of \$77,000 if they had to. The increase in utilities came about after SATA contacted MDOT and another like facility and this is a conservative estimate, which is the way to do this until the actual utility costs are known but he did not understand why this information was not given to the city before. He further advised the increase in benefits came about because two mechanics were hired, which is reasonable, but he asked SATA why they did not tell the city this and they replied at the time the city asked the mechanics had not been hired yet. Since the two questions the city had have been answered, he is recommending that the city move forward with a millage request. He also advised a change in the election law specifies when an election can be held and it is his understanding that a special election could be held on February 22. If council wanted to move in this direction, the city would need to get the information together within 45 days. Mayor Corey explained there was some disagreement from that meeting as to whether this would settle the dispute. The millage does not settle whether SATA has the right to do what it is doing but some of the board members believe that it is not fair that they are paying and Corunna is not. He further explained there is another SATA meeting Tuesday morning about further issues with the dispute resolution and he is not looking forward to this meeting because he is so frustrated that he cannot stand it. He does not know if Corunna is going to get anywhere but he does not want to see the city spending money on arbitration, which might take a year and hopefully, by then, the city will have a new agreement. Mayor Corey asked council what the city should mediate. The current

language is a sticking point so he would suggest that some language be added to clarify it to see if everybody is willing to allow the SATA board to make any changes they want to any individual jurisdictions. Councilperson Runyan stated the council did not move forward with the millage because it did not think it was fair to the people of Corunna, but he feels the residents of the City of Corunna should have SATA because he knows of several elderly people who use it to go out for breakfast or supper, but he cannot see the residents paying \$6.00. He would like the millage put on the ballot for the residents of Corunna to decide. Mayor Corey advised the proposed increase in fares begin January 1, 2005, but if the city moves forward by putting the millage on the ballot, SATA will not institute the changes until after the election. If the millage is turned down, the new rates would go into effect as quickly as possible after that and the same dispute will continue until it is resolved in some way. Councilperson Wagner stated bringing this to the public now would be coercing the public to vote for the millage because the rates will be cheaper. Mayor Corey advised he does not believe the majority of the Caledonia Township residents knew when they voted for the millage that the entire township would not be serviced. Fortunately, all of Corunna would be serviced if the millage passes. Councilperson Mehig asked if there had been any discussion about changing SATA to an authority if the SATA board will continue to change their by-laws to do what they want to do. Mayor Corey advised this was not the purpose of the group but he thought the board members were aware that this needs to be done. Councilperson Sanderson asked what the cost of the millage would be. Mayor Corey advised the amount SATA is requesting for Corunna is \$16,800 so if a half mill generates \$26,000 a year, the city would be looking at less than a half mill. If the city receives a contribution from the school or Pleasant View, this would bring the cost of the millage down. He further advised the wording for the ballot should state up to a half mill, which would be the maximum that could be collected. Mr. Sawyer advised the millage rate would be around .29. Mayor Corey asked how much it would cost if a house has a taxable value of \$30,000. Mr. Sawyer advised \$10.00 a year. Councilperson Sanderson stated if the millage does not pass then the city will be right back to where it was before. Mayor Corey advised he agrees that people need to get out but there are people who need medical transportation, which he considers more important, that cannot call more than the day before to be picked up. If they call the day before and the bus is full, these people cannot get to their medical appointment. Tina Johnson stated the change in service would affect her daughter who uses SATA to get to Michigan Works for tutoring. She got a letter in the mail from SATA and the thing that upsets her the most is she will not be able to schedule her daughter to be picked up for every Thursday. She will have to call the day before to see if there is room. She further stated she called SATA to see if they could pick up her daughter at the RESD on Thursday instead of at home but SATA told her they cannot make that change because during that time period SATA is picking up kids at the schools. She does not know if this is due to the school of choice or if these are residents who reside outside of the city but the residents who live in the city cannot utilize SATA when they want to. She also stated if SATA is catering to the disabled then what is the deal with having equal access. This is not equal access to the disabled community if they are prohibiting those residents because of where they live from utilizing something that another township has the ability to use. Mayor Corey advised people need to go to the SATA meetings and talk to the board. He further advised 29.3 percent of the Corunna riders are going to the schools in Corunna and Owosso and there

were 2,616 drop offs to the Corunna schools in 2003/2004. Ms. Johnson advised she would be going to the next SATA board meeting. Councilperson Runyan stated there is a clause in the agreement that allows someone to withdraw from the contract but he does not recall if the contract can be reopened at any time. Mayor Corey advised the contract could be amended at any time if all of the governmental units agree. Councilperson Runyan stated he does not feel that the council is satisfied. Mayor Corey asked what he was not satisfied with. Councilperson Runyan advised with the way that SATA is operating. Mayor Corey stated he felt the questions that were originally asked have been answered. The answers might not be to the council's satisfaction but SATA has come forward with answers. Councilperson Runyan stated if the millage is passed then SATA should be told that the city wants to make an amendment to the contract. Mayor Corey asked what the amendment should be. Councilperson Runyan advised to disagree with how this situation has been handled. Mayor Corey advised that is what the dispute is about. The city has told SATA that they are not allowed to do what they have been doing. He further advised if the millage is turned down, the city will be back to where it is now and that is why the dispute will not get resolved by putting the millage on the ballot. He also advised he does not see that the three other governments will cave in and agree that they do not have the right to do this. Maybe the city can create some dialogue by agreeing to amend the contract that allows SATA to do whatever it wants. Councilperson Runyan stated the governmental units should make sure that SATA is held accountable for their money and they should show the governments where the money is going and this should be in the contract. Mayor Corey stated the city council needs to instruct its board members to tell SATA that a more precise budget is needed and hopefully the other board members will do the same thing. Councilperson Mehig stated the issue has been beaten to death and no one is happy with it but it has come to the point of time that the city needs to take care of its citizens that need a regular schedule for medical appointments. Mehig moved, Runyan seconded to approve the recommendation of the dispute resolution committee as per page 69 and 70 of the council packet and call for a February 22, 2005 special election. Mayor Corey stated he would to see the motion revised to say that this does not resolve the dispute. Councilperson Mehig stated he would amend his motion to include that statement and Councilperson Runyan stated he would amend his second. Mayor Corey advised the motion is to approve the recommendation of the dispute resolution committee as per page 69 and 70 of the council packet and call for a February 22, 2005 special election but this does not resolve the dispute. Councilperson Spring stated this is the first time he has heard that SATA was looking at going to an authority. The last contact he had was that the agreement was fine and SATA's attorney was at the meeting and he stated SATA has the authority and jurisdiction to raise and lower rates as they see fit per that agreement. Councilperson Spring further stated he hopes that Mayor Corey would bring up at the next meeting that he would like to see the elimination of their management team because the management team allowed another township to pay half, which would be considered participating, and this change was never voted on or agreed upon by any member of the board. This decision was done strictly under the table by the management team and away from the board's decision and if this is the case, then clarification needs to be made as to how much money would be enough for Corunna. He also stated he first learned of this at the last meeting held at the Olmsted Building. Mayor Corey advised the dispute resolution committee was not designed to take the board or an individual

jurisdiction to task. He further advised he felt this issue is within the realm of the board to take action. Councilperson Spring advised the board would definitely be taking action. Mayor Corey stated he was not so sure that a management team is not appropriate but if it is appropriate, then their duties should be defined by board members as to what the duties are and it should be part of the by-laws so everyone on the board knows when they meet, where they meet and what they meet for. He understands why the management team was formed because SATA did not have an executive director and he has no quarrel with it other than he did not know about it until he heard about it from Larry Alpert. Mayor Corey further stated any recommendations from the management team should be given to the manager and submitted to the board. Councilperson Spring stated the problem is the management team takes action without giving the board an opportunity to be a board. He asked Mayor Corey if it has been confirmed that the SATA board is considering going to an authority. Mayor Corey stated everyone feels it is time to come up with some new kind of agreement perhaps an authority. Councilperson Spring advised the last thing he heard was the current agreement was fine. Mayor Corey advised that is not the impression he got from the meeting he attended. Councilperson Mehig stated he was under the impression that the SATA board does not have the right to levy a tax unless they are an authority. Mayor Corey stated he felt the SATA board should get someone from MDOT to give the board all of the legal possibilities in setting up an agency or authority. Councilperson Runyan stated he was on the board when it was formed in 1999 and there was an amendment to the contract that allowed SATA to form a committee to seek grants but this committee was not supposed to be able to make all of the decisions, which the committee has turned into. He further stated there are enough intelligent people sitting on the board so there is no need for five people on a committee to do all of the work. The operations manager should be able to take care of this. Councilperson Mehig stated there is nothing in the by-laws showing this committee. Councilperson Runyan stated there was an amendment to the agreement so there would be nothing in the by-laws. Mayor Corey stated an amendment does not exist. Councilperson Runyan stated Cameron Canute has the amendment because he gave it to him. The amendment states that the chairman of the board would be on this committee so he got out the amendment to show Mr. Canute that he was supposed to be on it and he is now on it.

Roll call vote:

Yes: Sanderson, Mehig, Spring, Runyan.

No: Wagner.

Motion CARRIED

Mayor Corey asked council if he should propose some language at the meeting tomorrow that states the SATA board can do whatever they want to do. Councilperson Mehig advised absolutely not. Mayor Corey asked what council wanted him to do. Councilperson Mehig advised SATA should be told that the city is putting a millage on the ballot to see if the people want it but there needs to be discussion about changing the by-laws. Mayor Corey asked if council wanted to withdraw the dispute. Council advised no. Councilperson Wagner stated he wanted the dispute settled. Mayor Corey asked how.

Councilperson Wagner stated he thought the mayor's idea about proposing language that allows SATA to do whatever they want to do was a good one because no one will agree to let SATA do whatever they want. Councilperson Mehig asked Mayor Corey to read his proposed language again. Mayor Corey stated no provision of this agreement shall be construed as to require the parties to appropriate their own funds to SATA in carrying out the purposes for which it was created except that the SATA board retains the exclusive authority to create service areas and any rule changes at any individual jurisdiction of the agreement. This basically allows the SATA board to impose new rules on a jurisdiction, which they have already done and he would like to see if others are willing to agree to this. Mayor Corey advised maybe everyone would accept it and he will bring it back to council for approval and the city will move on. Councilperson Mehig advised the mayor was selected because the council thought he would be the best representative and he thought the mayor has made logically good decisions and thought most of the council would go along with whatever the mayor feels is right. Mayor Corey asked council if they agreed. Council agreed.

A short break was taken at 9:40 p.m. and reconvened at 9:50 p.m.

CONSIDER TRAFFIC CONTROL ORDER NO. 212, POSTING 25 M.P.H. SPEED LIMIT SIGNS ON KINGSLEY STREET BETWEEN MCARTHUR AND KING:

Mehig moved, Sanderson seconded to approve Traffic Control Order No. 212, posting 25 m.p.h. speed limit signs on Kingsley Street between McArthur and King.

Roll call vote:

Yes: Mehig, Spring, Runyan, Sanderson, Wagner

No: None.

Motion CARRIED

CONSIDER REVISIONS TO "EXHIBIT A" TO THE DDA TIF PLAN – DESCRIPTION OF

DDA BOUNDARY: Wagner moved, Mehig seconded to approve the following revisions to Exhibit A of the DDA TIF plan as presented on pages 72 and 73 of the council packet:

**FINAL RESOLUTION FOR AMENDING THE DDA BOUNDARIES
EXHIBIT "A"**

WHEREAS, the City of Corunna, County of Shiawassee, Michigan (the "City") is authorized by the provisions of Act 197, Public Acts of Michigan, 1975, as amended ("Act 197"), to amend a downtown development authority district, and all the requirement for amending such boundaries including the 60 day opt out period have been met. It is therefore the intent of the City of Corunna to proceed ahead with these amended boundaries as described below and known as "Exhibit A".

WHEREAS, ordinance No #94-08 creating a "Downtown Development Authority" pursuant to Act 197 was previously passed by the Corunna City Council, and, a public hearing was held October 4th, 2004 amending said boundaries, therefore Chapter 30 (Community Development), Section 30-4 (Description of downtown district) is amended to expand the current downtown development district as follows:

EXPANSION OF THE BOUNDARIES

The boundaries of the proposed expansion within which the existing Downtown Development Authority shall exercise its powers are as follows:

Beginning at the intersection of the Southerly line of McArthur St. and Easterly line of Brady St. (said point also being the Northwest corner of lot 6 Block 26 of the Original Plat of the City of Corunna), then proceeding East along said right-of-way 360' to the East line of McDonnel St., then North along the East line of McDonnel St. (also known as the West line of Blocks 14 and 15 of the Original Plat of the City of Corunna) to the Northerly line of Mack Street (said point being the Southwest corner of lot 7, Block 1 of the Original Plat of the City of Corunna), then West along the North line of Mack Street 360' to the Southwest corner of lot 7 Block 2 of the Original Plat of the City of Corunna, then South along the Easterly line of Brady Street to the Northwest corner of lot 6, Block 26 of the Original Plat of the City of Corunna to the point of beginning.

Also beginning at the Southwest corner of lot 7, Block 2 of the Original Plat of the City of Corunna (said point being the intersection of the North line of Mack St. and the East line of Brady St.), then North along the East line of Brady St. 360' (said point being the West line of Block 2 of the Original Plat of the City of Corunna) to the intersection of the North line of King St. and the East line of Brady St. (said point being the Southwest corner of Lot 11, Block 8 of McArthur, Castle and Hurbuts Addition to the City of Corunna), then West along the North line of King Street (said point being the South line of Block 7 of McArthur, Castle and Hurbults Addition to the City of Corunna) across river to the North bank of the Shiawassee River as if the North line of King Street were extended across river, then traversing along the North bank of the Shiawassee River Westerly to a point straight North of the West line of Woodworth Street if such west line was extended to the North side of the river, then South across the Shiawassee River to the middle of the river and east along the middle of the river parallel with the North line of Mack St. to the Southwest corner of lot 4, Block 3 of the Original Plat of the City of Corunna, then South along the West line of lots 5, 8, and 9 to the Southwest corner of Lot 9, Block 3 of the Original Plat of the City of Corunna, then East to point of beginning.

Also, all that part of the Corunna Avenue (M-71) right-of-way bounded on the East by the West line of Woodworth Street if extended South across Corunna Ave (M71) to the Southerly right-of-way of such Corunna Avenue and bounded on the West by a point 284.84' East of the West section line (such line being the West border line of the Corunna Historical Village).

Also, all that part of McCurdy Park and the Corunna Historical Village described as: Beginning at the intersection of the North line of Corunna Ave (M-71) at a point which is East of the West section line of section 28 (T7N, R3E), 284.84', then N02°48'41"W 427.22', then N02°56'24"W 412.62' to the Southerly bank of the river, than North across river to the Northerly bank of the Shiawassee River, then Easterly along the river to a point which is 35' East of the Northeast corner of Block 7 of the Original Plat of the City

of Corunna if such point were extended North across the river, then S to South bank of river, then South 425', then West 35', then South to a point 80' above the Northeast corner of Block 7 of the Original Plat of the City of Corunna, than West 300', than South to the intersection of the Northerly line of Corunna Avenue and the East line of Norton Street (said point being the Southwest corner of Lot 7, Block 8 of the Original Plat of the City of Corunna), then Westerly along the Northerly line of Corunna Avenue (M-71) to the point of beginning.

Roll call vote:

Yes: Sanderson, Wagner, Mehigh, Runyan, Spring.

No: None.

Motion CARRIED

CONSIDER DDA COUNTER PROPOSAL ON 401 N. SHIAWASSEE STREET: Mr. Sawyer

advised the DDA has agreed to pay for the Phase I and Phase II Environmental Analysis and they are asking to postpone the actual purchase of the building until after the analysis is completed. The DDA has agreed to take over maintenance and utility issues effective January 1, 2005. He further advised the DDA is working with the parties who made proposals to the city. Mayor Corey stated at the last DDA meeting, the DDA passed a motion, which was contingent on the council passing this proposal that the DDA would begin negotiations with Mr. Johnson. Mayor Corey further stated Mr. Dingens had a brief conversation with Merilee Lawson just prior to the DDA meeting and informed her that he was no longer interested in the building, which was relayed to the DDA. A motion was made at the DDA meeting approving Mr. Johnson as the first party to negotiate with. Mehigh moved, Runyan seconded to accept the DDA proposal of leasing the old library building located at 401 N. Shiawassee Street for \$1.00 per month with the DDA assuming all maintenance and utilities beginning January 1, 2005 and exercising their option to purchase after completion of Phase I and Phase II Environmental Analysis.

Roll call vote:

Yes: Wagner, Sanderson, Runyan, Spring, Mehigh.

No: None.

Motion CARRIED

CONSIDER UPDATES TO THE CORUNNA MASTER LAND USE PLAN: Wagner moved,

Sanderson seconded to approve the following update to the Future Land Use Plan as recommended by the Corunna Planning Commission:

- A) To increase the depth of current C-3 zoning for properties bordering the South side of M-21, east of N. Shiawassee St, and proceeding east to City limits, legally described as: The N ½ of the NE ¼ of Sec 21, T7N, R3E, Also the N 1/2 of the NW ¼ of Section 22 T7N, R3E. Except Beg at the N ¼ post of Sec 22 then S 915' to the POB then S 405' to the E-W 1/8 Line in the NW ¼ of Sec 22, then W 992', then N 405', then E 992' then South to POB.
- B) To re-zone property located along the East side of N. Shiawassee Street and North of Walnut Street from RM to C-2 legally described as: Then W 400'

ft of the SW ¼ of the NE ¼ of Section 21. T7N R3E 7N, R3E

- C) To re-zone property located on the West Side of N. Shiawassee St North of Walnut Street in the City of Corunna from Industrial to C-2 and legally described as: Com at the SE Cor of the NW ¼ of Section 21, T7N, R3E (Also described as the center of Section 21) then W 42 Rds then N 20 Rds then E 42 Rds then S 20 Rds to beginning.
- D) To re-zone property located on the West side of N Shiawassee South of the Caledonia Drain and extending South to the N Line of Machine Tool & Gear property from Industrial to C-2 and legally described as: Beg at a pt on the N-S ¼ line 1314.60' N from the center post of the section then West 506', then N to the Southerly Bank of the Caledonia Drain then NEly along the Drain to the N-S ¼ line of Section 21 (T7N, R3E), then South to the P.O.B.

Roll call vote:

Yes: Runyan, Wagner, Spring, Sanderson, Mehigh.

No: None.

Motion CARRIED

CONSIDER RE-ZONING REQUEST FOR 210 E. MCNEIL FROM C-2 TO R-O: Wagner moved, Mehigh seconded to approve the re-zoning of 210 E. McNeil Street from C-2 to R-O.

Roll call vote:

Yes: Spring, Runyan, Mehigh, Wagner, Sanderson.

No: None.

Motion CARRIED

CONSIDER APPOINTMENT OF ARNIE JESSEN TO THE CORUNNA BOARD OF REVIEW:

Mehigh moved, Sanderson seconded to appoint Arnie Jessen to the Corunna Board of Review to serve at the pleasure of the council for a term to begin upon the taking of the oath of office and continuing until December 31, 2006 or until a successor is appointed.

Roll call vote:

Yes: Sanderson, Mehigh, Spring, Wagner, Runyan.

No: None.

Motion CARRIED

CONSIDER FORMATION OF CITIZEN BUDGET AD-HOC COMMITTEE: Runyan moved,

Wagner seconded to approve the formation of a Citizens Ad-Hoc Committee to work with the city manager in developing 2005/2006 citizen budget suggestions to be presented to the city council along with the departmental requests and city manager's recommendations on April 18, 2005.

Roll call vote:

Yes: Mehigh, Spring, Runyan, Sanderson, Wagner.

No: None.

Motion CARRIED

CONSIDER AMENDMENT TO WWTP AGREEMENT: Mehigh moved, Wagner seconded to approve the following amendment to the Sewer Service Agreement as presented and authorize the Mayor and City Clerk to execute the document:

AMENDMENT TO SEWER SERVICE AGREEMENT

WHEREAS, the parties entered an AGREEMENT dated August 17, 1977 for sewer service to be provided by the City of Owosso for the City of Corunna and the Townships of Caledonia and Owosso, and

WHEREAS, Tabulation A of the AGREEMENT provides the basis for allocation of the wastewater treatment plant capacity and sharing of costs for the Capital Charge, which is no longer in effect, and the Debt Service Charge, and

WHEREAS, the definition of Tabulation A in the AGREEMENT anticipated that "... the same may from time to time be modified ...", and

WHEREAS, the computation and capacity allocation in Tabulation A were based solely on annual average wastewater flows and thus do not adequately account for peak wastewater flows resulting from shorter term wet weather conditions, and

WHEREAS, the NPDES (National Pollutant Discharge Elimination System) permit for the wastewater plant has been modified with provision of seasonal effluent limitations, and

WHEREAS, the plant capacity and the capacity allocation, as given in columns (11) and (12) of Tabulation A, are adequate and valid for average day, dry weather wastewater flows, and

WHEREAS, the wastewater plant has the capacity to accept and treat additional flow, beyond the 6 MGD (million gallon per day) average day design flow, during the period from November through May, and

WHEREAS, if Additional Plant Improvements are required to address peak flows resulting from wet weather conditions, such Improvements would not likely change the 6 MGD average day design flow, and

WHEREAS, the Wastewater Treatment Plant Design Capacities are currently as provided in "Tabulation B", entitled "Plant Design Capacities", which is included as Attachment 1 to the amendment;

THEREFORE, it is hereby agreed that the AGREEMENT dated June 17, 1977, is

amended as follows:

Paragraph 1 is amended by adding a new subparagraph (x) to read as follows with all other provisions of Paragraph 1 remaining unchanged and in force:

- (x) “Tabulation B” shall mean the tabulation, entitled “Plant Design Capacities and Breakdown per Service Unit”, attached hereto as Tabulation B to this agreement.

Paragraph 2 is amended by adding a new subparagraph (k) to read as follows with all other provisions of Paragraph 2 remaining unchanged and in force:

- 2. The City and each of the Service Units hereby:
 - (k) Agree to work on an ongoing basis to eliminate excessive inflow and infiltration to their sewer systems so as to minimize peak wet weather flows to the plant. The City of Owosso will use its best efforts to operate the plant so as to accept and treat peak flow loading from the service units within the bounds of the overall plant capacity; provided that the service units also agree to coordinate operation of their sewage pump stations and retention facilities so as to minimize the overall peak loading delivered to the plant. Should peak flows exceed the plant capacity to the extent where additional plant improvements are required solely to receive and treat peak flows, then the cost for such improvements shall be born by those units with peak flows in excess of that given in Tabulation B.

Subparagraph 3(d) is hereby amended to read as follows with all other provisions of Paragraph 3 remaining unchanged and in force:

- 3. The City of Owosso agrees that:
 - (d) It will accept and treat all sewage from the Service Units, but not in an amount exceeding, computed annually on an average day basis over the period from June through October, the capacity allocated to each in Column 11 of the Tabulation A except as may be permitted in this agreement.

ATTACHMENT 1

Tabulation B

Plant Design Capacities and Breakdown per Service Unit

	Average Day (MGD)	Maximum Day (2 times average) (MGD)	Peak Pumping Maximum Hour (3 times average)		Nov – May (Secondary Limits) Maximum Week (7 day) (1.5 times average) (MGD)
			(MGD)	(GPM)	
Owosso	3.18	6.36	9.54	6,620	4.77
Owosso Twp.	1.29	2.58	3.87	2,690	1.94
Caledonia Twp.	0.98	1.96	2.94	2,040	1.47
Corunna	0.55	1.10	1.65	1,150	0.83
Total	6.00	12.00	18.00	12,500	9.00
MGD = million gallons per day GPM = gallons per minute					

Roll call vote:

Yes: Sanderson, Mehigh, Spring, Wagner, Runyan.

No: None.

Motion CARRIED

CONSIDER 2005 MEETING SCHEDULE: Wagner moved, Runyan seconded to approve the following 2005 meeting schedule:

Regular Council Meetings

January 4 (Tuesday)
January 18 (Tuesday)
February 7 (Monday)
February 23 (Wednesday)
March 7 (Monday)
March 21 (Monday)
April 4 (Monday)
April 18 (Monday)
May 2 (Monday)
May 16 (Monday)
June 6 (Monday)
June 20 (Monday)
July 5 (Tuesday)
July 18 (Monday)
August 1 (Monday)
August 15 (Monday)
September 6 (Tuesday)
September 19 (Monday)
October 3 (Monday)
October 17 (Monday)

Committee of the Whole Meetings

January 24 (Monday)
February 28 (Monday)
March 28 (Monday)
April 25 (Monday)
May 23 (Monday)
June 27 (Monday)
July 25 (Monday)
August 22 (Monday)
September 26 (Monday)
October 24 (Monday)
November 28 (Monday)
December 27 (Tuesday)

November 7 (Monday)
November 21 (Monday)
December 5 (Monday)
December 19 (Monday)

Roll call vote:

Yes: Mehigh, Spring, Runyan, Sanderson, Wagner.

No: None.

Motion CARRIED

CONSIDER MEETING EXCUSALS FOR COUNCILPERSON RUNYAN: Wagner moved,
Sanderson seconded to excuse Councilperson Runyan for December 20, 2004, January 4,
2005 and January 18, 2005.

Roll call vote:

Yes: Sanderson, Wagner, Mehigh, Runyan, Spring.

No: None.

Motion CARRIED

ROUNDTABLE DISCUSSION: Councilperson Sanderson advised he had nothing to discuss.

Councilperson Wagner advised he had nothing to discuss.

Councilperson Runyan advised whoever was involved with setting up the parade did an excellent job. It was a credit to the community, and hopefully, it will get better every year. He further advised the decorations in the park were awesome and everybody did a great job.

Councilperson Spring asked what the council's overtime rate was. Mayor Corey advised zero. Councilperson Spring advised he had nothing to discuss.

Councilperson Mehigh thanked the mayor for working with the people on SATA. He advised he hopes there will be some kind of an agreement. He further advised there has been a lot of effort to get the audit up to date for the ambulance service and it is pretty close.

Mr. Sawyer advised the city did not need a filibuster to make a meeting last four hours.

Mayor Corey advised the people on the dispute resolution committee are a good group to work with. They have concerns but their concerns are probably not the same concerns as Corunna, but it is frustrating not to be able to come to some sort of resolution. He further advised he agreed with the comments made about the parade. He thought the parade and Festival of Trees was superb this year. He also advised the people from the Chamber of Commerce who had it in the past were even commenting about how nice it was this year and Janet Washburn deserves a huge amount of credit for involving herself in this because he knows she has spent a ton of time on the Festival of Trees.

ADJOURN: Runyan moved, Wagner seconded to adjourn. Roll call vote: Yes: Wagner, Sanderson, Runyan, Spring, Mehig.

No: None.

Motion CARRIED Time was 10:25 p.m.

STEVE COREY, MAYOR

YVONNE F. LONG, CITY CLERK